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                                                   SENATE FILE 2311
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                                     AN ACT
    70 RELATING TO APPROPRIATIONS FOR ECONOMIC DEVELOPMENT PURPOSES,
          WORKFORCE DEVELOPMENT FIELD OFFICES, WORKFORCE TRAINING
          AND ECONOMIC DEVELOPMENT FUNDS OF COMMUNITY COLLEGES, AND
    90
   100
          INCLUDING EFFECTIVE DATE AND RETROACTIVE APPLICABILITY
   110
          PROVISIONS.
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   130 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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                                   DIVISION I
                              APPROPRIATION RELATED
   170
          Section 1. CONTRACT OR APPROVED PROJECT OR ACTIVITY
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   200 VALIDATION. Any contract or approved project or activity
   210 originally funded or intended to be funded in whole or in part
   220 with moneys from the grow Iowa values fund, and entered into
   230 or approved by the department of economic development or the
   240 grow Iowa values board after June 30, 2003, and before June 250 16, 2004, in reliance on the publication of law implementing 260 the grow Iowa values fund in the 2003 Code Supplement and 2003
   270 Iowa Acts, is valid and enforceable to the full extent of the
   280 law. The Iowa supreme court decision in Rants and Iverson v.
   290 Vilsack, No. 60/03=1948, June 16, 2004, and the provisions of 300 this Act shall not in themselves constitute grounds for
   310 recision or modification of such contracts or approved
   320 projects or activities. This Act provides appropriations to 330 fund these contracts or approved projects or activities.
340 Sec. 2. ECONOMIC DEVELOPMENT APPROPRIATIONS.
          1. There is appropriated from the fund created in
   350
   360 subsection 2, to the following designated entities and funds
   370 for the fiscal year beginning July 1, 2004, and ending June
   380 30, 2005, the following amounts, or so much thereof as is
   390 necessary, to be used for the purposes designated:
400 a. (1) To the department of economic development for
   410 marketing strategies for the state:
   430 .....$
          (2) Of the amount appropriated in subparagraph (1),
   450
   460 $6,771,417 shall be expended pursuant to contracts or approved
   470 projects or activities validated in this division of this Act.
   480
          b. (1) To the department of economic development for
   490 financial assistance and incentives to businesses under
   500 programs currently existing which are administered by the
   510 department:
   530 .....
                                              .....$ 61,045,652
   550
          (2) Of the amount appropriated in subparagraph (1),
   560 $36,915,343 shall be expended pursuant to contracts or
   570 approved projects or activities validated in this division of
   580 this Act.
   590
          (3) In addition to the amount appropriated in subparagraph
   600 (1), $700,000 of any interest or earnings on moneys in the
   610 fund created in subsection 2 which are credited to the fund
   620 shall be appropriated to the department for the purposes
   630 specified in subparagraph (1).
          c. To the department of economic development for providing
   640
   650 financial assistance for projects in targeted state parks and
   660 destination parks pursuant to contracts or approved projects
   670 or activities validated in this division of this Act:
   690 .....$
         d. (1) For deposit in the loan and credit guarantee fund
   710
   720 created in section 15E.227:
   740
   760
         (2) Of the amount appropriated in subparagraph (1), $1,785
   770 shall be expended pursuant to contracts or approved projects
   780 or activities validated in this division of this Act.
         e. To the department of economic development for financial
   800 assistance for institutions of higher learning under the
   810 control of the board of regents and for accredited private 820 institutions pursuant to contracts or approved projects or
   830 activities validated in this division of this Act:
   880 deposit into the workforce training and economic development
   890 funds of the community colleges pursuant to section 260C.18A:
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910 ..... \$ 3,848,668

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(2)
               Of the amount appropriated in subparagraph (1),
 940 $742,608 shall be expended pursuant to contracts or approved
 950 projects or activities validated in this division of this Act.
          g. To the department of economic development for deposit
 970 into the workforce training and economic development funds of
 980 the community colleges created in section 260C.18A for
990 purposes of the job retention program pursuant to section 1000 260F.9:
1020 ..... $ 1,000,000 1040 h. To the department of economic development for endow
1050 Iowa grants to lead philanthropic entities pursuant to section
1060 15E.304:
1080 ......
                                                                          155,303
1100 i. To the department of economic development for deposit 1110 into the general fund of the state for lost revenue due to
1120 endow Iowa tax credits granted pursuant to section 15E.305:
1140 ..... $
1160 i For deposit into the cash reserve fund to rep
          j. For deposit into the cash reserve fund to replace
1160
1170 claims paid from the general fund of the state by the state
1180 appeal board as affirmed in section 3 of this division of this
1190 Act:
1210 .......
                                                                  . $ 10,749,754
1230
          2. A federal economic stimulus and jobs holding fund is
1240 created in the state treasury under the control of the
1250 department of management consisting of moneys received from
1260 the federal government for state and local government fiscal
1270 relief under the federal Jobs and Growth Tax Relief
1280 Reconciliation Act of 2003. Notwithstanding section 12C.7,
1290 interest or earnings on moneys in the fund shall be credited
1300 to the fund. Moneys appropriated from the fund in this 1310 section shall be expended as provided in the federal law
1320 making the moneys available and in conformance with chapter
1330 17A.
1340
          3. Notwithstanding section 8.33, moneys that remain
1350 unexpended at the end of a fiscal year shall not revert to any
1360 fund but shall remain available for expenditure for the
1370 designated purposes during the succeeding fiscal year.
1380 Sec. 3. PAYMENT OF CLAIMS. The general assembly affirms
1390 the action by the state appeal board on August 27, 2004,
1400 approving payment of claims against the state for moneys
1410 appropriated from the grow Iowa values fund and obligated 1420 prior to the Iowa supreme court decision of Rants and Iverson
1430 v. Vilsack, No. 60/03=1948, June 16, 2004, that invalidated
1440 the proper enactment of the appropriations.
1450 Sec. 4. REPEAL. 2003 Iowa Acts, First Extraordinary 1460 Session, chapter 2, sections 65 through 75, are repealed. 1470 Sec. 5. EFFECTIVE AND RETROACTIVE APPLICABILITY DATES.
1480 This division of this Act, being deemed of immediate
1490 importance, takes effect upon enactment and applies
1500 retroactively to July 1, 2003.
1520
                                      DIVISION II
                       WORKFORCE DEVELOPMENT FIELD OFFICES
1530
1540
                                   APPROPRIATIONS
1560 Sec. 6. <u>NEW SECTION</u>. 96.7A APPROPRIATIONS FOR WORKFORCE 1570 DEVELOPMENT FIELD OFFICES.
1580
         There is appropriated from the general fund of the state to
1590 the department of workforce development for the fiscal period 1600 beginning July 1, 2004, and ending June 30, 2007, the 1610 following amounts, or so much thereof as is necessary, to be
1620 used for the purposes designated:
1630
         For workforce development field offices, including
1640 salaries, support, maintenance, conducting labor market
1650 surveys, and miscellaneous purposes:
         1. FY 2004=2005. $ 6,525,000
2. FY 2005=2006. $ 6,525,000
3. FY 2006=2007. $ 3,262,500
1670
1680
1690
1700 Notwithstanding section 8.33, moneys that remain unexpended at 1710 the end of the fiscal year shall not revert but shall remain 1720 available for expenditure for the designated purposes during the
1730 succeeding fiscal year.
          Sec. 7. EFFECTIVE DATE. This division of this Act, being
1750
1760 deemed of immediate importance, takes effect upon enactment.
                                    DIVISION III
1780
              WORKFORCE TRAINING AND ECONOMIC DEVELOPMENT FUNDS
1790
1810 Sec. 8. Section 260C.18A, subsection 2, unnumbered 1820 paragraph 1, Code Supplement 2003, as amended by 2004 Iowa
1830 Acts, Senate File 2298, section 370, is amended to read as
1840 follows:
1850
          On July 1 of each year for the fiscal year beginning July
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1860 1, 2003, and for every fiscal year thereafter, moneys from the

1870 grow Iowa values fund created in section 15G.108 are

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1880 appropriated to the department of economic development for
1890 deposit in the workforce training and economic development
1900 funds in amounts determined pursuant to subsection 4. Moneys
1910 deposited in the funds and disbursed to community colleges for
1920 a fiscal year shall be expended for the following purposes,
1930 provided seventy percent of the moneys shall be used on
1940 projects in the areas of advanced manufacturing, information 1950 technology and insurance, and life sciences which include the
1960 areas of biotechnology, health care technology, and nursing
1970 care technology:
1980
         Sec. 9. Section 260C.18A, subsections 3, 4, and 7, Code
1990 Supplement 2003, as amended by 2004 Iowa Acts, Senate File
2000 2298, section 330, are amended by striking the subsections.
2010 Sec. 10. Section 260C.18A, subsection 6, paragraph d, Code 2020 Supplement 2003, is amended to read as follows:
2030
        d. Annually submit the two=year plan and progress report
2040 to the department of economic development in a manner
2050 prescribed by rules adopted by the department pursuant to
2060 chapter 17A and annually file a copy of the plan and progress
2070 report with the grow Iowa values board. For the fiscal year
2080 beginning July 1, 2004, and each fiscal year thereafter, a 2090 community college shall not have moneys deposited in the
2100 workforce training and economic development fund of that
2110 community college unless the grow Iowa values board approves
2120 the annual progress report of the community college.
2130
         Sec. 11. Section 260C.18A, subsection 8, as enacted by
2140 2004 Iowa Acts, Senate File 2298, section 331, is amended by
2150 striking the subsection.
        Sec. 12. Section 260C.18A, Code Supplement 2003, is
2160
2170 amended by adding the following new subsection:
2180
        NEW SUBSECTION. 9. This section is repealed effective
2190 June 30, \overline{2010}.
         Sec. 13. EFFECTIVE AND RETROACTIVE APPLICABILITY DATES.
2200
2210 This division of this Act, being deemed of immediate
2220 importance, takes effect upon enactment and applies
2230 retroactively to June 30, 2004.
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2260
2270
                                      JEFFREY M. LAMBERTI
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2290
                                      President of the Senate
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2310
2320
2330
                                      CHRISTOPHER C. RANTS
2340
                                      Speaker of the House
2350
         I hereby certify that this bill originated in the Senate and
2360
2370 is known as Senate File 2311, Eightieth General Assembly.
2380
2390
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2410
                                      MICHAEL E. MARSHALL
                                       Secretary of the Senate
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2430 Approved ______, 2004
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2470 THOMAS J. VILSACK
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2480 Governor